



SOUTH CAROLINA REVENUE AND FISCAL AFFAIRS OFFICE
STATEMENT OF ESTIMATED FISCAL IMPACT
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Bill Number: S. 0978
Author: Hayes
Subject: Regulation of Risk Retention Groups
Requestor: Senate Banking and Insurance
RFA Analyst(s): Stein
Impact Date: February 1, 2016

Estimate of Fiscal Impact

	FY 2016-17	FY 2017-18
State Expenditure		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Full-Time Equivalent Position(s)	0.00	0.00
State Revenue		
General Fund	\$0	\$0
Other and Federal	\$0	\$0
Local Expenditure	\$0	\$0
Local Revenue	\$0	\$0

Fiscal Impact Summary

This bill would have no expenditure impact on the General Fund, Federal Funds, or Other Funds.

Explanation of Fiscal Impact

State Expenditure

This bill amends Section 38-87-30(D) relating to the regulation of Risk Retention Groups to require additional accreditation standards, independence requirements, and the adoption and disclosure of a code of business ethics. The bill also amends Section 38-9-330(A)(2) by adjusting the set-point that triggers the requirement for life insurers to conduct the risk-based capital trend test and to submit a risk-based capital plan to the Department of Insurance.

The Department of Insurance reports that this bill would have no expenditure impact on the General Fund, Federal Funds, or Other Funds.

State Revenue

N/A

Local Expenditure

N/A

Local Revenue

N/A

Frank A. Rainwater, Executive Director